

The Insolvency Act 1986

Liquidator's Progress Report
Pursuant to Section 192 of
The Insolvency Act 1986**S.192**

To the Registrar of Companies

For Official Use

Company Number

04283954

Name of Company

Abrasive Edge Limited

I / We

Neil Richard Gibson
CBA
39 Castle Street
Leicester
LE1 5WNMark Grahame Tailby
CBA
39 Castle Street
Leicester
LE1 5WNthe liquidator(s) of the company attach a copy of my/our progress report
under section 192 of the Insolvency Act 1986

Signed



Date

21/12

CBA
39 Castle Street
Leicester
LE1 5WN

Ref

Insolvency Se

TUESDAY
10/01/2012A28 17/01/2012 #39
COMPANIES HOUSE
A10 10/01/2012 #60
COMPANIES HOUSE

Abrasive Edge Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments

Statement of Affairs		From 08/07/2010 To 07/07/2011	From 08/07/2010 To 07/07/2011
	HIRE PURCHASE		
79,896 00	Book Debts	3,604.20	3,604 20
(62,598 00)	Lloyds TSB Commercial Finance	<u>NIL</u>	<u>NIL</u>
		3,604.20	3,604 20
	ASSET REALISATIONS		
	Book Debts	821 88	821 88
	VAT on post-liquidation factoring charge	423 92	423 92
5,875 00	Cash in Hand	<u>5,875 01</u>	<u>5,875 01</u>
		7,120.81	7,120 81
	COST OF REALISATIONS		
	Preparation of S of A	5,000 00	5,000 00
	Office Holders Fees	4,000 00	4,000 00
	Company Search	7 00	7 00
	Room Hire	150 00	150 00
	Storage Costs	15 97	15 97
	Statutory Advertising	226 80	226 80
	Bank Charges	<u>4 25</u>	<u>4 25</u>
		(9,404 02)	(9,404 02)
	PREFERENTIAL CREDITORS		
(2,589 24)	Department of Employment	<u>NIL</u>	<u>NIL</u>
(4 46)	Employees Holiday Pay	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
	UNSECURED CREDITORS		
(81,153 91)	Trade & Expense Creditors	<u>NIL</u>	<u>NIL</u>
(61 54)	Employees	<u>NIL</u>	<u>NIL</u>
(13,481 76)	Department of Employment	<u>NIL</u>	<u>NIL</u>
(22,000 00)	Directors	<u>NIL</u>	<u>NIL</u>
(29,135 58)	Barclayc Bank Plc	<u>NIL</u>	<u>NIL</u>
(15,000 00)	HM Revenue & Customs (PAYE)	<u>NIL</u>	<u>NIL</u>
(8,000 00)	H M Customs & Excise (VAT)	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
	DISTRIBUTIONS		
(1 00)	Ordinary Shareholders	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
(148,254.49)		1,320.99	1,320.99
	REPRESENTED BY		
	VAT Receivable		1,197 11
	Bank 2 - Current		123 88
			<u>1,320.99</u>

Our Ref NRG/MGT/PG/001705
Your Ref
Contact Pooja Ghelani
Direct Dial 0116 2140 576



To All Members and Creditors

4 January 2012

39 Castle Street,
Leicester LE1 5WN
Tel (0116) 262 6804
Fax (0116) 217 1404
E-mail leics@cba-insolvency.co.uk
www.cba-insolvency.co.uk

Abrasive Edge Limited - In Creditors' Voluntary Liquidation

I refer to my appointment as Joint Liquidator of the above company. I am required to report to members and creditors on the progress of the Liquidation, and I make this report to you in discharge of that duty. This report covers the period 8 July 2010 to 7 July 2011.

Company Information

Company Name	Abrasive Edge Limited
Registered Number	04283954
Registered Office	CBA 39 Castle Street Leicester LE1 5WN

Joint Liquidators

The Joint Liquidators of the company were appointed on 08 July 2010 and are

Neil Richard Gibson
CBA
39 Castle Street
Leicester
LE1 5WN

Mark Grahame Tailby
39 Castle Street
Leicester
LE1 5WN

IP Number 9213

IP Number 9115

Receipts and Payments Account

Our Receipts and Payments Account for the period 8 July 2010 to 7 July 2011 is attached



CB Associates Limited Registered in England No 4161517
Registered Office 30 Nelson Street, Leicester LE1 7BA

Offices in Leicester, Coventry, Derby and Northampton

Neil C Money is licensed to act as an Insolvency Practitioner by the Insolvency Practitioners Association
Mark G Tailby is licensed to act as an Insolvency Practitioner by the Association of Chartered Certified Accountants
Neil R Gibson is licensed to act as an Insolvency Practitioner by the Association of Chartered Certified Accountants
Sonia L Statham is licensed to act as an Insolvency Practitioner by the Association of Chartered Certified Accountants
Insolvency Practitioners act as agents only and without personal liability

A28

17/01/2012
COMPANIES HOUSE

#40

Directors

Neil C Money MIPA FABRP

Mark G Tailby FCCA FABRP

Neil R Gibson FCCA FABRP

Sonia L Statham FCCA MABRP

Time Entry - SIP9 Time & Cost Summary

001705 - Abrasive Edge Limited
Project Code POST
From 08/07/2010 To 07/07/2011

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Case Progression	1 30	8 20	2 70	0 00	12 20	2,986 50	244 80
Creditors	6 20	0 20	5 00	1 10	12 50	2 997 00	239 76
Investigations	0 00	0 00	6 90	0 00	6 90	1 035 00	150 00
Realisation of Assets	1 70	0 00	2 10	0 00	3 80	850 50	223 82
Statutory	0 70	0 30	4 60	1 40	7 00	1,218 00	174 00
Trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Total Hours	9 90	8 70	21 30	2 50	42 40	9,087 00	214 32
Total Fees Claimed						4,000 00	
Total Disbursements Claimed						233 80	

Asset Realisations

The assets of the company were sold by the director prior to the commencement of liquidation proceedings to Pro Grind Abrasives Limited for £5,000 plus VAT. This amount has been received and is shown in the receipts and payments account as cash in hand.

The company's book debts were factored with Lloyds TSB Commercial Finance. As per the Statement of Affairs it was anticipated that a surplus of £17,298.00 would be received. A surplus of £3,604.20 has been received and no further realisations are expected in this respect.

Further book debts of £821.88 have also been realised. The remaining book debts are currently being pursued.

Creditors Claims, Dividend Prospects and the Prescribed Part

Secured Creditors

A debenture was created in favour of Lloyds TSB Commercial Finance on 2 May 2007 and registered on 4 May 2007.

Preferential Creditors

Crown preference in relation to VAT and PAYE was abolished in 2003 and consequently in the majority of cases preferential creditors relate to certain liabilities in respect of wages, holiday pay and pension contributions due.

The Statement of Affairs anticipated that preferential claims would amount to £2,593.70. To date, claims totalling £405.46 have been received. At present it is unlikely that a dividend will be paid to preferential creditors.

Unsecured Non-Preferential Creditors

The Statement of Affairs anticipated that unsecured claims would total £168,832.79. To date, claims totalling £160,591.16 have been received. It is unlikely that a dividend will be paid to unsecured creditors.

Prescribed Part

The 'Prescribed Part' provisions of Section 176A of the Insolvency Act apply to this case. This section provides that a proportion of the net assets which would otherwise be paid to the floating charge holder are set aside for the benefit of the unsecured creditors. However the prescribed part provisions can be disapplied by the Joint Liquidators if net property available (i.e. the funds remaining in the estate after settlement of any fixed charges, costs of the liquidation and payment of all preferential liabilities in full), is below the prescribed minimum of £10,000 and the costs of a distribution are likely to be disproportionate to the benefits. A final decision on the application of the prescribed part provisions will be made by the Joint Liquidators in due course once all asset realisations are known.

Liquidation Expenses

Your attention is drawn to the provisions of Rule 4.49E of the Insolvency Rules 1986 (as amended) which states that a secured creditor, or an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors, or any unsecured creditor with the permission of the Court, may make a request in writing to the liquidator for further information about remuneration or expenses set out in this progress report. Any such request must be made within 21 days of receipt of this report.

Your attention is also drawn to the provisions of Rule 4.131 of the Insolvency Rules 1986, (Creditors' claim that remuneration or other expenses are excessive)

Expenses paid to date are as detailed on the attached receipts and payments account, with any further sums incurred detailed below, and comprise the following

Specific Bond

Every insolvency practitioner in every case is required by law to take out a specific bond which will reimburse the estate in the event of fraudulent activity by the office holder. Bonds are renewed on an annual basis, and we are bonded for the sum of £25,000.

Statement of Affairs Fee

You will recall that the statement of affairs fee of £5,000 was agreed at the initial meeting of creditors. Of this sum £1,000 plus VAT is payable to Chapman Phillips for their assistance in preparing the statement of affairs.

Joint Liquidators Remuneration

Creditors authorised the Joint Liquidators' to draw remuneration by reference to the time properly given by the Liquidators and their staff in attending to matters arising in the winding up. A schedule analysing the time spent on this case is attached, together with the associated time cost and the fees drawn to date.

All staff, including support staff, are charged directly to cases for the time spent on that case at the hourly rates detailed below. Charge out rates and staff grades are reviewed periodically and may change during the course of the liquidation. Time is charged in 6 minute units.

Grade of Staff	Charge Out
	Rate per Hour (£)
Licensed Insolvency Practitioner	315
Senior Manager	255
Manager	210
Senior Administrator	180
Administrator	150
Support Staff	90

You are advised that a guide to Liquidators fees is available for download, without charge, from <http://www.insolvency-practitioners.org.uk/uploads/Liq.pdf> If you require a paper copy of this guide please contact this office and a copy will be sent to you free of charge

Office Holders Expenses and Disbursements

Statement of Insolvency Practice 9 ('SIP9'), requires that the office holder provide a statement of the office-holder's policy in relation to recharges of disbursements SIP9 defines disbursements as either Category 1 or Category 2 disbursements

Category 1 disbursements will generally comprise external supplies of incidental services specifically identifiable to the case, typically for items such as postage, case advertising, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case Also included will be services specific to the case where these cannot practically be provided internally such as printing, room hire and document storage.

Category 2 disbursements will generally comprise costs which, whilst being in the nature of expenses or disbursements, include elements of shared or allocated costs

Category 1 disbursements are recoverable without approval, and it is the policy of CBA to recover Category 1 disbursements when they are incurred and when funds permit CBA do not charge any Category 2 disbursements

The Category 1 disbursements incurred by and reimbursed to CBA are detailed below

	Incurred by CBA £	Reimbursed to CBA £
Advertising	226 80	226 80
Specific bond	50 00	Nil
Company search	13 00	7 00
Total	289.80	233.80

Storage Costs

The company's books and records have been collected as required but are not stored at CBA's offices due to space limitations They are held by external storage agents and the costs attributable to this service are reflected The initial cost paid also takes in to account the required storage period once the liquidation is concluded and the cost of secure destruction of the records at the appropriate time Total storage costs paid to date totals £15 97

Room Hire

To convene the statutory meeting of members and creditors it was necessary to hire a room, the cost of which totalled £150 00

Statutory Advertising

Statutory advertisements have been placed in the London Gazette as required

Statutory Investigations and Reporting

I am required by law to report on the conduct of the director to the Insolvency Service. The content of my report is confidential and may not be disclosed but I can confirm that the report has been submitted as required.

I have also conducted my statutory investigations into the company's affairs. My investigations have not revealed any non-disclosed assets or challengeable antecedent transactions.

If you should have any queries please contact Pooja Ghelani at this office.

Yours faithfully



Neil Gibson
Joint Liquidator
Abrasive Edge Limited